Department of Administration DIVISION OF PURCHASES One Capitol Hill Providence, RI 02908-5855

Tel: (401) 574-8100 Fax: (401) 574-8387

Website: www.purchasing.ri.gov

CONTRACT USER GUIDE

DELIVERY OF MOTOR FUEL INCLUDING BIO DIESEL MASTER PRICE AGREEMENT ("MPA") #114

BID SOLICITATION # 7550166 CONTRACT TERM 5/1/2016 – 4/30/2017 WITH 4 RENEWAL OPTION(S) FOR 1-YEAR TERM(S) AT THE SOLE OPTION OF THE STATE

BACKGROUND:

This contract is for the purchase and delivery of unleaded gasoline and biodiesel. Unleaded gasoline is available in one (1) blend (87 octane), biodiesel is available in (winter and summer blends) of B5, B20 and B99. This is not a fixed-price contract; it is an indexed price contract. Price changes daily. See pricing and purchase details below.

Eligible Entities wishing to participate in this contract must make arraignments with the appropriate awarded.

CONTRACT SUMMARY:

This award is the First of One (1), One (1) Year term with an option to renew for four (4) additional one (1) year terms at State discretion per the MPA Bid Solicitation.

Benefits and Cost Savings:

Competitive Pricing Qualified and Experienced Vendors Lower differential pricing for categories priced.

WHO CAN USE THIS CONTRACT:

STATEWIDE APPLICABILITY - Political Subdivisions (cities, towns, schools, quasi-public agencies), as authorized by law, may participate in this Agreement. All ordering and billing shall be between the vendor and the political subdivision (only).

STATE AGENCIES ARE REQUIRED TO:

Check the type and/or blend of fuel delivery desired (unleaded 87 octane, biodiesel B5, B20 B99) to be purchased at a fixed differential price to be applied to the lowest "Resellers Rack Price" Port of Providence as published each day in the OPIS – Oil Price Information Service (formerly The Journal of Commerce) for Regular Unleaded gasoline (87 octane), B5, B20 and B99 (winter and summer blends). Rack pricing used for B5, B20 and B99 biodiesel will be determined by the Providence Ultra Low Sulfur Diesel rack Price.

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Pricing of Gasoline and Biodiesel is calculated as:

Summer Blend B5, B20 B99 (April-Sept) Biodiesel Pricing:

Ultra-Low Sulfur Diesel + Applicable Differential Price = Total Summer Blend Price

Winter Blend B5, B20 (Oct-March) Biodiesel Pricing:

Ultra-Low Sulfur Diesel + Applicable Differential Price = Total Winter Blend Price

Regular Unleaded Gasoline (87 octane)

Unleaded Gasoline (87 octane) + Applicable Differential Price = Total

(Additional taxes and federal environmental fees to be billed as separate line items on invoices).

Biodiesel Differential Pricing-effective 5/1/2016:

Vendor	B5 Summer	B5 Winter	B20	B20 Winter	B99
			Summer		
Peterson's	0.0600	.0800	0.0600	.0600	.0500
Oil Service					
Inc.					
Blue Sky	0.0729	0.0729.	0.0729	0.0729	0.1729
Natural					
Gas &					
Petroleum					
Inc.					

Regular Unleaded 87 Octane Gasoline Differential Pricing-effective 5/1/2016:

Peterson's	.0475
Oil Service	
Inc.	

Applicable Taxes/Fees:

RI Motor Fuel (excise) Tax

Leak Underground Storage Tank Trust Fund (LUST Tax)

RI Oil Spill Prevention Tax

Federal Oil Spill Tax

Underground Storage Tank Fee (only applicable to underground tank)



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STATE AGENCY SPECIAL INSTRUCTION:

Biodiesel purchase:

Agencies are directed to place biodiesel fuel orders from the lowest differential price offered within the sub-category of biodiesel. If the lowest priced vendor cannot supply or deliver agencies are directed to then obtain delivery from the next supplier.

• Note: Two suppliers are listed for biodiesel.

Certified Minority Business Enterprise should be solicited whenever possible. The MPA Award Webpage reports the MPA Purchase Orders and identifies Vendors that are a Certified Minority Business Enterprise at the time of award (Ref: Purchases Business Processes http://www.purchasing.ri.gov/StateAgencyInfoCenter/AgencyLogin.aspx).

Regular Unleaded (87 octane)

Note: One supplier for this category

AGENCIES SHOULD BE AWARE OF THE FOLLOWING CONDITIONS; CONTAINED IN THE ORIGINAL SOLICITATION:

It is agreed that high quality gasoline/fuel, meeting the specifications of the customer order is a paramount goal of this contract. Regular Unleaded gasoline (87 Octane) shall meet ASTM 4814 standards, B-5 (5%) BioDiesel shall meet ASTM D975 and B-20 (20%) BioDiesel shall meet ASTM D7467 standards. The Contractor assures the State that there are high quality control mechanisms in place to assure the quality of gasoline and biodiesel. All biodiesel fuels, prior to blending with diesel fuel, must meet the latest ASTM D6751 specifications as well. The Contractor will supply evidence of its quality control plan, if requested by the State.

If customer has evidence to believe that the Contractor has gasoline/fuel of an inferior quality, questionable grade, or with contaminants contained within the customer will:

- Have independent testing performed at the contract user's expense, or
- Request that the Contractor have an independent lab conduct such testing and provide results to the Agency and Procurement Manager Energy –Operational Services Division.

If tests show that gasoline/fuel is substandard, then deliveries will be suspended until appropriate standards are met. Any damages or losses incurred by the State will be charged to Contractor. The contract may be cancelled if, in the opinion of State the gasoline/fuel supplied or the method of delivery is unsatisfactory. The State may use another supplier, if suspension of deliveries is deemed necessary.

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VENDOR AWARDS CONTACT INFORMATION:

Purchase Order # 3458804

Vendor Name: Peterson's Oil Service Inc.

New Accounts

Contact Name: Wendy Renzi Tel: 508-688-4728

Email: wrenzi@petersonoil.com

Emergency Contact

Contact Name: 24-hour answering Tel: 508-368-1000

Email: N/A

Purchase Order # 3458823

Vendor Name: Blue Sky Natural Gas & Petroleum Inc.

New Accounts

Contact Name: Leslie Anne Mathews

Tel: 401-944-4328

Email: blueskyoil@aol.com

Emergency Contact

Contact Name: Leslie Anne Mathews

Tel: 401-944-4328 - 24 hour answering

Email: blueskyoil@aol.com

DIVISION OF PURCHASES CONTACT:

Name: Thomas Bovis

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